ABSTRACT OF THE DISCLOSURE

A management accounting method considers a time value for evaluating the result with the net earning adding a capital cost, by inputting the target ROE as a rate K_E of a stockholder's equity to determine a weighted average cost of capital WACC, by using the WACC as a discount rate to calculate a net present value NPV of a cash flow, and by developing the adopted will decision content into a profit/loss statement. While some conventional investment analyzing methods have analyzed and evaluated an investment at the unit of a project by comparing and investigating the project plan by the DCF method, none of them have been able to make the will decision of the investment by comparing the investment with the actual profit/loss calculations of an enterprise thereby to analyze whether or not the investment would achieve a target ROE set as a management target. Moreover, the time value by the DCF method cannot be realized by an accounting so that the will decision content adopted cannot be converted into the profit/loss calculations.